Fiscal Estimate - 2005 Session

☑ Original	Upo	dated	Correct	ed	Supple	emental	
LRB Number 05-	-1865/1	Ir	troduction	Number	AB-111	-	
Subject Allow custodial and non-o	custodial pare	nt to claim subtrac	t modification	n for EdVest con	ntributions		
Fiscal Effect							
State: No State Fiscal Effective Indeterminate Increase Existin Appropriations Decrease Existin Appropriations Create New Appropriations	ng ng	Increase Exis Revenues Decrease Exi Revenues		Increase Cos to absorb with Yes Decrease Co	hin agency		
Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory 2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Districts 5. Types of Local Government Units Affected Towns Village Cities Counties Others School WTCS Districts							
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS							
Agency/Prepared By	3. 3. 3. 3. 3. 3. 3. 3. 3. 3. 3. 3. 3. 3	Authoria	ed Signature	9		Date	
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Fiscal Estimate Narratives DOR 2/25/2005

LRB Number 05-	1865/1	Introduction Number	AB-111	Estimate Type	Original	
Subject						
Allow custodial and non-custodial parent to claim subtract modification for EdVest contributions						

Assumptions Used in Arriving at Fiscal Estimate

Wisconsin allows for a deduction of \$3,000 from federal adjusted gross income (FAGI) for contributions made to an EdVest account, a college tuition savings program, if the beneficiary is one of the following: the claimant, the claimant's dependent, the claimant's grandchild, the claimant's great-grandchild, or the claimant's niece or nephew. The bill would allow the deduction when the beneficiary is the claimant's child regardless of whether or not the child is also the claimant's dependent. The proposed bill would limit the deduction to \$1,500 of contributions made to an EdVest account by married separate filers.

The bill is expected to result in a revenue decrease; however, the extent of the decrease is indeterminate because the number of divorced and legally separated tax filers contributing money to an EdVest account for their children is unknown.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

Original Updated	Corrected	Supplemental		
LRB Number 05-1865/1	Introduction Number	AB-111		
Subject Allow custodial and non-custodial parent to	claim subtract modification for EdVest	contributions		
I. One-time Costs or Revenue Impacts for annualized fiscal effect):	or State and/or Local Government (d	o not include in		
II. Annualized Costs:	Annualized Fiscal Im	oact on funds from:		
	Increased Costs	Decreased Costs		
A. State Costs by Category				
State Operations - Salaries and Fringes	\$			
(FTE Position Changes)				
State Operations - Other Costs				
Local Assistance		i we in a substitution		
Aids to Individuals or Organizations				
TOTAL State Costs by Category	\$	\$		
B. State Costs by Source of Funds				
GPR	Ž.			
FED		4.44		
PRO/PRS				
SEG/SEG-S				
III. State Revenues - Complete this only	when proposal will increase or decr	ease state		
revenues (e.g., tax increase, decrease in				
	Increased Rev	Decreased Rev		
GPR Taxes	\$	\$		
GPR Earned				
FED				
PRO/PRS				
SEG/SEG-S				
TOTAL State Revenues	\$	\$		
NET ANN	UALIZED FISCAL IMPACT			
	State	Loca		
NET CHANGE IN COSTS	\$			
NET CHANGE IN REVENUE	\$See text of fiscal note.	\$		
en e				
Agency/Prepared By	Authorized Signature	Date		
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